

CC:P&SI:8
GGrasman

SEP 18 1991

Regional Technical Coordinator
Midwest Region

Assistant Chief Counsel
(Passthroughs & Special Industries) CC:P&SI:8

Technical Coordination Report 91-118
Submitted by Revenue Agent David B. Nilles
Fargo District

In the Technical Coordination Report Mr. Nilles recommends that sections 44.6011(a)(1)(a) and 44.6071-1(a) of the Wagering Tax Regulations be changed to require the filing of Form 730, Tax on Wagering, returns on an annual or, at the most, quarterly basis instead of the present monthly basis with respect to legal wagers to effectuate cost savings to the government in administering the wagering tax and to reduce the paperwork burden on the taxpayers, particularly charitable organizations. However, he would not change the required monthly filing of Form 730 for illegal wagers.

We are conducting a study project to consider the various issues that have arisen in connection with the recent mushrooming of legal gambling activities, particularly by charitable organizations. Mr. Nilles' suggestions will be given consideration in that project.

We appreciate Mr. Nilles' interest and initiative in bringing this matter to our attention. Copies of this memorandum are attached for the District Technical Coordinator, Mr. Nilles, and other interested parties.

(signed) D. Michael Owens

D. Michael Owens
Senior Technical Reviewer
Branch 8

08780

4 copies attached